

ASSESSING THE UNDERLYING HEALTH OF THE ECONOMY AND THE CALIFORNIA PUBLIC FINANCE MARKET

Carol L. Lew

*Stradling Yocca Carlson & Rauth
Newport Beach, CA*

American Recovery and Reinvestment Act of 2009 (“ARRA”) established new vehicles for state and local governments for their financing needs:

1. Build America Bonds
2. Recovery Zone Bonds
3. Specialized Tax Credit Bonds
4. Other Energy Incentives



We mean business.





Build America Bonds

-  Taxable bond
-  Federal payments/tax credits
-  Special restrictions
-  Uses
-  Issues to be considered



Recovery Zone Bonds

1. Economic development bonds

-  Taxable bond
-  Federal payments
-  Special restrictions
-  Allocation
-  Uses
-  Issues

2. Facility bonds

-  Tax-exempt bond
-  Special restrictions
-  Allocation
-  Uses
-  Issues



Specialized Tax Credit Bonds

-  Interest structure
-  Credit feature
-  Types: QFCB
CREB
QECCB
QZAB
QSCB
-  Allocation
-  Restrictions
-  Issues



Energy Conservation/Solar

-  Tax Credit
-  Who owns?
-  Financing with bonds